

FISCAL NOTE

HB 1196 - SB 1380

April 10, 2003

SUMMARY OF BILL: Authorizes the state to sell general obligation bonds and bond anticipation notes in an unspecified amount. The proceeds will be used to fund higher education projects, expressly including the acquisition of real estate and equipment for public higher education facilities.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - For every \$100,000,00 in bonds issued, the first year debt service is estimated to be \$11,000,000.

Estimate assumes:

- bonds will be issued for a period of 20 years at an interest rate of 6% and that 1/20th of the principal plus interest will be paid annually.
- 1st year debt service reflects the funding necessary for \$100,000,000 in bonds.
- the total expenditure over the life of the bonds would be \$163,000,000 for each \$100,000,000 in bonds issued.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director